



INVESTMENT REPORT

Preliminary Month-End Report (Before fees and certain income accruals)

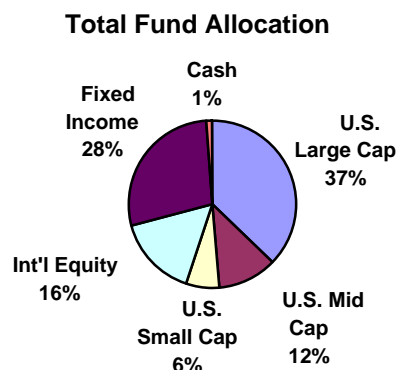
July 31, 2006

| | | |
|--|----|-------------|
| Current Value of the Fund | \$ | 945,914,389 |
| Investment Change in Market Value FYTD | \$ | (747,815) |
| Net Contributions FYTD | \$ | 2,117,290 |
| Fiscal Year-to-Date Returns | | -0.1% |
| Month-to-Date Returns | | -0.1% |

| <u>Jul-06</u> | | <u>Fiscal Year to Date</u> | | <u>Last Three Years</u> | |
|---------------------|--------------|----------------------------|--------------|-------------------------|---------------|
| Total Fund | -0.1% | Total Fund | -0.1% | Total Fund | 12.12% |
| Benchmark | 0.5% | Benchmark | 0.5% | Benchmark | 10.9% |
| U.S Equity | -1.2% | U.S Equity | -1.2% | U.S Equity | 14.0% |
| Benchmark | -0.1% | Benchmark | -0.1% | Benchmark | 11.7% |
| Int'l Equity | 0.6% | Int'l Equity | 0.6% | Int'l Equity | 21.5% |
| Benchmark | 1.0% | Benchmark | 1.0% | Benchmark | 23.8% |
| Fixed Income | 1.5% | Fixed Income | 1.5% | Fixed Income | 3.8% |
| Benchmark | 1.4% | Benchmark | 1.4% | Benchmark | 3.7% |

Asset Allocation

| | <u>Mkt Value</u> | <u>% Alloc</u> |
|-----------------|------------------|----------------|
| Domestic Equity | \$ 519.5 | 54.9% |
| U.S. Large Cap | \$ 351.3 | 37% |
| U.S. Mid Cap | \$ 109.7 | 12% |
| U.S. Small Cap | \$ 58.6 | 6% |
| Int'l Equity | \$ 151.3 | 16.0% |
| Fixed Income | \$ 264.0 | 27.9% |
| Cash | \$ 11.1 | 1.2% |
| Total Fund | \$ 945.9 | 100.0% |

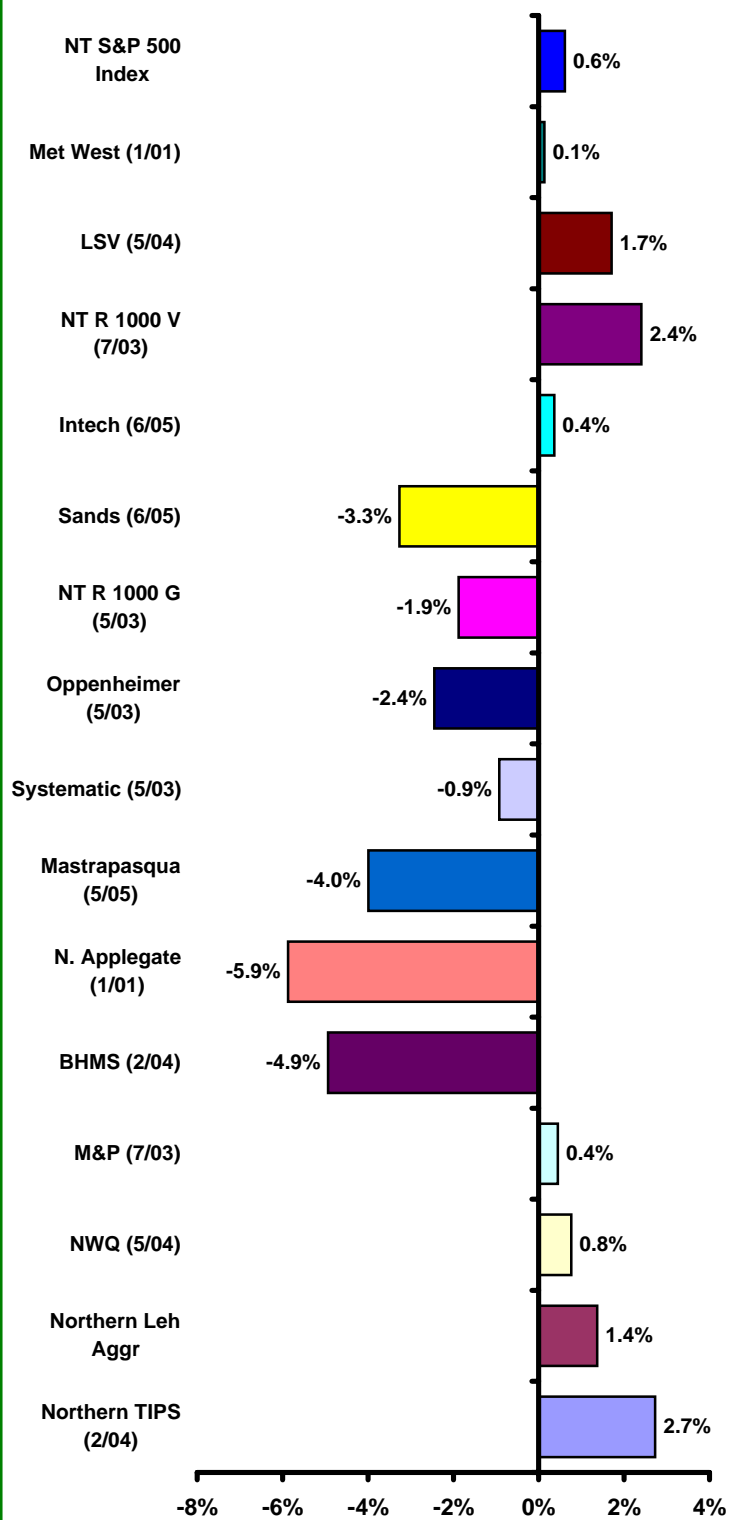


Endowment Fund Staff Comment:

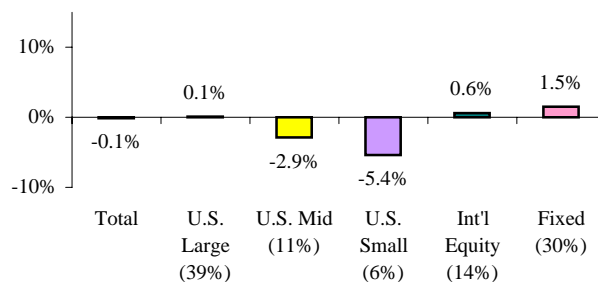
The fund essentially broke even in the first month of the fiscal year, as weak U.S. equity results were offset by strong bond returns.

After spending much of last fiscal year with every active manager outperforming their benchmark, July of this year was the reverse -- only one active manager outperformed.

FYTD Manager Returns



Fiscal YTD Total Returns



FYTD Active Manager Relative Returns

